

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 5 77 WEST JACKSON BOULEVARD CHICAGO, IL 60604-3590

JUL 0 9 2014

REPLY TO THE ATTENTION OF: WU-16J

<u>CERTIFIED MAIL</u> 7009 1680 0000 7674 5390 RETURN RECEIPT REQUESTED

Mr. Dave Headapohl Team Disposal Systems, L.L.C. Post Office Box 1104 Kalkaska, Michigan 49646

RE: Minor-Modified U.S. Environmental Protection Agency Underground Injection Control Permit Numbers MI-055-2D-C034 and MI-055-2D-C013 in Grand Traverse County, Michigan and MI-101-2D-C013 in Manistee County, Michigan

Dear Mr. Headapohl:

The final minor-modified pages for the permits referenced above are enclosed. They supersede the correlative pages of the existing permits for these wells. Pursuant to Title 40 of the Code of Federal Regulations Section 144.41(e), these permits are modified as follows:

| Page / Permit Condition | Modification |
|---------------------------------------|--|
| Page 1 | Effective date of the modification |
| Attachment D/List of Approved Sources | Add Source Number 123 – Mecosta Albers 1-23A |

This action constitutes issuance of three minor-modified permits which become effective on the date specified in the permit. If you have any questions, please contact Janette E. Hansen by phone at (312) 886-0241 or by email to hansen.janette@epa.gov.

Sincerely,

Inka G. Hyde

Director, Water Division

Enclosures

cc: Mark Snow, Michigan Dept. of Environmental Quality/ with copy Ray Vugrinovich, Michigan Dept. of Environmental Quality/ with copy

U.S. Postal Service RECERTIFIED MAIL 7009 1680 0000 7674 5390 5390 7009 1680 0000 7674 7009 1680 0000 7674 Postage Certified Fee Return Receipt Fee (Endorsement Required) Postmark Here Restricted Delivery Fee (Endorsement Required) Total Postage & Fees \$ Street, Apt. No or PO Box No. City, State, ZIR



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY **REGION 5**

77 WEST JACKSON BOULEVARD CHICAGO, IL 60604-3590

Page 1 of 14

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY UNDERGROUND INJECTION CONTROL MINOR PERMIT MODIFICATION: CLASS II COMMERCIAL

Permit Number:

MI-055-2D-C034

Facility Name:

Weber #4-8

Pursuant to the provisions of the Safe Drinking Water Act, as amended (42 U.S.C. 300f et seq., commonly known as the SDWA) and implementing regulations promulgated by the United States Environmental Protection Agency at Parts 124, 144, 146 and 147 of Title 40 of the Code of Federal Regulations (40 C.F.R.),

Team Disposal Systems LLC. of Kalkaska, Michigan

is hereby authorized to operate an existing injection well located in Michigan, Grand Traverse County, T25N, R11W, Section 8, ¼ Section SE, for injection into the Traverse Formation and Traverse limestone at depths between 1750 and 2200 feet, upon the express condition that the permittee meet the restrictions set forth herein.

The purpose of the injection is for commercial disposal of fluids related to the production of oil and gas as approved by the Director.

All references to Title 40 of the Code of Federal Regulations are to all regulations that are in effect on the date that this permit is effective.

This permit is a minor modification of an existing permit which was signed on January 23, 2004. This permit shall become effective on ________ and shall remain in full force and effect during the operating life of the well, unless this permit is otherwise revoked, terminated, modified or reissued pursuant to 40 C.F.R. § §144.39, 144.40 and 144.41. This permit shall also remain in effect upon delegation of primary enforcement responsibility to the State of Michigan, unless the State chooses to adopt this permit as a State permit. This permit will be reviewed at least every five (5) years from the effective date specified above.

Signed and dated: Suly 9, 2014

Tinka G. Hyde

Director, Water Division

PART I

GENERAL PERMIT COMPLIANCE

A. EFFECT OF PERMIT

The permittee is allowed to engage in underground injection in accordance with the conditions of this permit. The underground injection activity, otherwise authorized by this permit or rule, shall not allow the movement of fluid containing any contaminant into underground sources of drinking water if the presence of that contaminant may cause a violation of any Primary Drinking Water Regulation pursuant to 40 CFR Part 142 or may otherwise adversely affect the health of persons. Any underground injection activity not specifically authorized in this permit or otherwise authorized by permit or rule is prohibited. Issuance of this permit does not convey property rights of any sort or any exclusive privilege; nor does it authorize any injury to persons or property, any invasion of other private rights, or any infringement of State or local law or regulations. Compliance with the terms of this permit does not constitute a defense to any action brought under Section 1431 of the Safe Drinking Water Act (SDWA), or any other law governing protection of public health or the environment.

B. PERMIT ACTIONS

This permit may be modified, revoked and reissued, or terminated for cause as specified in 40 CFR 144.39, 144.40, and 144.41. The filing of a request by the permittee pursuant to 40 CFR 144.51(f) for a permit modification, revocation and reissuance, termination, or the notification of planned changes or anticipated noncompliance on the part of the permittee does not stay the applicability or enforceability of any permit condition.

C. SEVERABILITY

The provisions of this permit are severable, and if any provision of this permit or the application of any provision of this permit to any circumstance is held invalid, the application of such provision to other circumstances and the remainder of this permit shall not be affected thereby.

D. CONFIDENTIALITY

In accordance with 40 CFR Part 2 and 144.5, any information submitted to the USEPA pursuant to this permit may be claimed as confidential by the submitter. Any such claim must be asserted at the time of submission by stamping the words "confidential business information" on each page containing such information. If no claim is made at the time of submission, USEPA may make the information available to the public without further notice. If a claim is asserted, the validity of the claim will be assessed in accordance with the procedures in

40 CFR Part 2 (Public Information). Claims of confidentiality for the following information will be denied:

- (1) The name and address of the permittee; and,
- (2) Information which deals with the existence, absence or level of contaminants in drinking water.

E. DUTTES AND REQUIREMENTS

- 1. <u>Duty to Comply</u> The permittee shall comply with all conditions of this permit, except to the extent and for the duration such non-compliance is authorized by an emergency permit pursuant to 40 CFR 144.34. Any permit noncompliance constitutes a violation of the SDWA and is grounds for enforcement action, permit termination, revocation and reissuance or modification.
- 2. <u>Penalties for Violations of Permit Conditions</u> Any person who constructs or operates this well in violation of permit conditions is subject to civil penalties, fines, and other enforcement action under the SDWA and may be subject to such actions under the Resource Conservation and Recovery Act. Any person who willfully violates a permit condition is subject to criminal prosecution.
- 3. Need to Halt or Reduce Activity not a Defense It shall not be a defense for a permittee in an enforcement action to state that it would have been necessary to halt or reduce the permitted activity in order to maintain compliance with the conditions of this permit.
- 4. <u>Duty to Mitigate</u> The permittee shall take all reasonable steps to minimize or correct any adverse impact on the environment resulting from noncompliance with this permit.
- 5. Proper Operation and Maintenance The permittee shall at all times properly operate and maintain all facilities and systems of treatment and control (and related appurtenances) which are installed or used by the permittee to achieve compliance with the conditions of this permit. Proper operation and maintenance includes effective performance, adequate funding, adequate operator staffing and training, and adequate laboratory and process controls, including appropriate quality assurance procedures. This provision requires the operation of back-up or auxiliary facilities or similar systems only when necessary to achieve compliance with the conditions of the permit.
- 6. <u>Duty to Provide Information</u> The permittee shall furnish to the Director, within thirty (30) days, any information which the Director may request to determine whether cause exists for modifying, revoking and reissuing, or terminating this permit, or to determine compliance with this permit. The permittee shall

also furnish to the Director, upon request, copies of records required by this permit to be retained.

- 7. <u>Inspection and Entry</u> The permittee shall allow the Director or an authorized representative upon the presentation of credentials and other documents as may be required by law to:
 - a. Enter upor the permittee's premises where a regulated facility or activity is located or conducted, or where records are kept under the conditions of this permit;
 - b. Have access to and copy, at reasonable times, any records that must be retained under the conditions of this permit;
 - c. Inspect, at reasonable times, any facilities, equipment (including monitoring equipment), practices, or operations, regulated or required under this permit; and
 - d. Sample or monitor the injected fluids, at reasonable times, for the purposes of assuring permit compliance, or as otherwise authorized by the SDWA, at any location.

8. Records

- a. Except as specified in Part I (E)(8)(b) of this permit, the permittee shall retain records of all monitoring information, including all calibration and maintenance records and copies of all records required by this permit, for a period of at least three (3) years from the date of the sample, measurement or report. The permittee shall also maintain records of all data required to complete this permit application and any supplemental information submitted under 40 CFR 144.31 and 144.51. These periods may be extended by request of the Director at any time by written notice to the permittee.
- b. The permittee shall retain records concerning the nature and composition of all injected fluids until three (3) years after the completion of plugging and abandonment in accordance with the plugging and abandonment plan contained in Part III(B) of this permit. The owner or operator shall continue to retain the records after the three (3) year retention period unless he/she delivers the records to the Regional Administrator or obtains written approval from the Regional Administrator to discard the records.
- c. Records of monitoring information shall include:
 - (i) The date, exact place, and the time of sampling or measurements;

- (ii) The names of the individual(s) who performed the sampling or measurements;
- (iii) A precise description of both sampling methodology and the handling of samples;
- (iv) The date(s) analyses were performed;
- (v) The names of the individual(s) who performed the analyses;
- (vi) The analytical techniques or methods used; and
- (vii) The results of such analyses.

9. <u>Notification Requirements</u>

- a. <u>Planned Changes</u> The permittee shall notify and obtain the Director's approval at least thirty (30) days prior to any planned physical alterations or additions to the permitted facility.
- b. Anticipated Noncompliance The permittee shall give at least thirty (30) days advance notice to the Director for his/her approval of any planned changes in the permitted facility ore activity which may result in noncompliance with permit requirements as required by 40 CFR 144.51(1)(2).
- c. Transfer of Permits This permit is not transferrable to any person except after notice is sent to the Director at least thirty (30) days prior to transfer and the requirements of 40 CFR 144.38 have been met. The Director may require modification or revocation of the permit to change the name of the permittee and incorporate such other requirements as may be necessary under the SDWA.
- d. <u>Compliance Schedules</u> Reports of compliance or noncompliance with, or any progress reports on, interim and final requirements contained in any compliance schedule of this permit shall be submitted to the Director no later than thirty (30) days following each schedule date.

e. Twenty-Four Hour Reporting

(i) The permittee shall report to the Director any noncompliance which may endanger health or the environment. This information shall be provided orally within twenty-four (24) hours from the time the permittee becomes aware of the circumstances, and shall include the following information:

- (a) Any monitoring or other information which indicates that any contaminant may cause an endangerment to an underground source of drinking water; or,
- (b) Any noncompliance with a permit condition or malfunction of the injection system which may cause fluid migration into or between underground sources of drinking water.
- (ii) A written submission shall also be provided as soon as possible but no later than five (5) days from the time the permittee becomes aware of the circumstances. The written submission shall contain a description of the noncompliance and its cause; the period of noncompliance, including exact dates and times, and if the noncompliance has not been corrected, the anticipated time it is expected to continue; and steps taken or planned to reduce, eliminate, and prevent recurrence of the noncompliance.
- f. Other Noncompliance All other instances of noncompliance shall also be reported by the permittee in accordance with Part I(E)(9)(e)(i) and (ii) of this permit.
- g. Other Information If or when the permittee becomes aware that the permittee failed to submit any relevant facts in the permit application, or submitted incorrect information in a permit application or in any report to the Director, the permittee shall promptly submit such facts or corrected information in accordance with 40 CFR 144.51(1)(8).
- h. Report on Permit Review Within thirty (30) days of receipt of the final issued permit, the permittee shall report to the Director that the permittee has read and is personally familiar with all terms and conditions of this permit.
- 10. <u>Commencing Injection</u> The permittee shall not commence injection until any corrective procedures described in Parts I (E) (16) and III(C) of this permit are complete, and;
 - a. The permittee has submitted a report on the corrective work to the Director; and,
 - b. The Director has inspected or otherwise reviewed the corrective work and notified the permittee in writing that he/she is in compliance with the conditions of this permit.
- 11. <u>Signatory Requirements</u> All reports or other information requested by the Director shall be signed and certified according to 40 CFR 144.32.

- 12. <u>Notice of Conversion or Plugging and Abandonment</u> The permittee shall notify the Director at least forty-five (45) days before conversion or abandonment of the well.
- 13. Plugging and Abandonment The permittee shall plug and abandon the well as provided in the plugging and abandonment plan contained in Part III(B) of this permit. Plugging shall occur as soon as practicable after operation ceases but not later than two (2) years thereafter. During the period of non-operation, the well must be tested to ensure that it maintains mechanical integrity, unless the permittee fulfills the other requirements under 40 CFR 144.52(a)(6), prior to expiration of the two (2) year period. The permittee shall notify the Director of plugging and abandonment in accordance with the reporting procedures in Part I(E)(12) of this permit.
- Financial Responsibility The permittee shall maintain financial responsibility and resources to plug and abandon the underground injection well in accordance with 40 CFR 144.52(a)(7) as provided in Attachment R of the administrative record corresponding to this permit action which is hereby incorporated by reference as if it appeared fully set forth herein. The permittee shall not substitute an alternative demonstration of financial responsibility from that which the Director has approved, unless the permittee has previously submitted evidence of that alternative demonstration to the Director and the Director has notified the permittee in writing that the alternative demonstration of financial responsibility is acceptable. The financial responsibility mechanism shall be updated periodically, upon request of the Director, except that when Financial Statement Coverage is used as the financial mechanism, this coverage must be updated on an annual basis.

15. <u>Insolvency</u>

- a. In the event of the bankruptcy of the trustee or issuing institution of the financial mechanism, or a suspension or revocation of the authority of the trustee institution to act as trustee or the institution issuing the financial mechanism to issue such an instrument, the permittee must submit an alternative demonstration of financial responsibility acceptable to the Director within sixty (60) days after such event. Failure to do so will result in the termination of this permit pursuant to 40 CFR 144.40(a)(1).
- An owner or operator must also notify the Director by certified mail of the commencement of voluntary or involuntary proceedings under Title 11 (Bankruptcy),
 U.S. Code, naming the owner or operator as debtor, within ten (10) business days after the commencement of the proceeding. A guarantor of a corporate guarantee must make

such a notification if he/she is named as debtor, as required under the terms of the guarantee.

16. Corrective Action

The permittee shall shut in the injection well whenever he/she or the USEPA determines that operation thereof may be causing upward fluid migration through the wellbore of any improperly plugged or unplugged well in the area of review and shall take such steps as he/she can to properly plug the offending well(s). Any operation of the well which may cause upward fluid migration from an improperly plugged or unplugged well will be considered a violation of this permit. If the permittee or the USEPA determines that the permitted well is not in compliance with 40 CFR 146.8, the permittee will immediately shut in the well until such time as appropriate repairs can be effected and written approval to resume injection is given by the Director. In addition, the permittee shall not commence injection until any and all corrective action has been taken in accordance with any plan contained in Part III(C) of this permit and the requirements in Part I(E) (10) of this permit have been met.

17. Mechanical Integrity

- a. The permittee must establish and shall maintain mechanical integrity of this well in accordance with 40 CFR 146.8.
- b. A demonstration of mechanical integrity in accordance with 40 CFR 146.8 shall be performed at least every five (5) years from the date of the last approved demonstration. The permittee shall notify the Director of his/her intent to demonstrate mechanical integrity at least thirty (30) days prior to such demonstration.
- c. The permittee shall demonstrate the mechanical integrity of the well by pressure testing whenever: (i) the tubing is removed from the well or replaced; (ii) the packer is reset; or (iii) a loss of mechanical integrity occurs. Operation shall cease whenever one of the aforementioned conditions occurs and not resume until the Director gives written approval to recommence injection.
- d. The Director may, by written notice, require the permittee to demonstrate mechanical integrity at any time.
- e. The permittee shall cause all gauges used in mechanical integrity demonstrations to be calibrated prior to the demonstration.
- f. The permittee shall cease injection if a loss of mechanical integrity occurs or is discovered during a test, or a loss of mechanical integrity as defined by 40 CFR 146.8 becomes

evident during operation. Operations shall not be resumed until the Director gives written approval to recommence injection.

- g. The permittee shall notify the Director of the loss of mechanical integrity in accordance with the reporting procedures in Parts II(B)(3)(d) and I(E)(9)(e) of this permit.
- h. The permittee shall report the result of a satisfactory mechanical integrity demonstration as provided in Part II(B)(3)(d) of this permit.

18. Restriction on Injected Substances

- a. <u>Currently Permitted Fluids</u> The permittee shall be restricted to the injection of oil field brines or those fluids used in the enhancement of oil and gas production as specified in 40 C.F.R. 146.5(b). Further, no fluids other than those from sources noted in Part III(D) of the permit shall be injected.
- b. Approval of New Sources Prior to accepting any new source of brine for disposal into the injection well, the operator must submit a request for a minor permit modification to include the new source in Part III(D) of the permit and must also submit a complete chemical analysis for each of the parameters listed in Part III (A) to the USEPA for approval. The permittee may not inject fluids from the new source until the minor modification to the permit is effective.
- Exceptional Circumstances If a state-mandated clean up or other urgent need for accepting a new source of oil-field brines arises, the permittee may inject such fluids providing:
 - (i) notification is given to the USEPA by telephone at (312) 886-1492, within twenty-four (24) hours of the time injection commences; and
 - (ii) a chemical analysis of the new source is submitted to the USEPA within thirty (30) days from the day injection commences. This temporary permission to inject terminates thirty (30) days after injection commences unless the permit is modified to add the new source to Part III(D) as provided in paragraph (b) above.

PART IJ

WELL SPECIFIC CONDITIONS FOR UNDERGROUND INJECTION CONTROL PERMITS

A. CONSTRUCTION REQUIREMENTS

- 1. <u>Siting</u> Notwithstanding any other provision of this permit, the injection well shall inject only into a formation which is separated from any USDW by a confining zone that is free of known open faults or fractures within the area of the review.
- 2. <u>Casing and Cementing</u> Injection wells shall be cased and cemented to prevent the movement of fluids into or between USDWs. The description of the casing and cement used in the construction of the well is contained in Attachments L and M of the administrative record corresponding to this permit action which are hereby incorporated by reference as if they appeared fully set forth herein.
- Tubing and Packer Specifications Injection shall only take place through tubing with a packer set in the long string casing adjacent to a cemented interval which is within or below the nearest impermeable confining system immediately above the injection zone. Tubing and packer specifications are represented in engineering drawings contained in Attachments L and M of the administrative record corresponding to this permit action which are hereby incorporated by reference as if they appeared fully set forth herein. Any proposed changes shall be submitted by the permittee in accordance with Part I(E)(9)(a) and (b) of this permit.
- 4. <u>Wellhead Specifications</u> For every injection well, the operator shall provide a female fitting with a cutoff valve to the tubing at the wellhead, so that the amount of injection pressure being used may be measured by a representative of the USEPA by attaching a gauge having a male fitting.
- 5. <u>Site Security</u> In order to prevent any illegal dumping into the injection well, the operator must construct a fence with a padlocked gate around the facility to preclude access of unauthorized personnel.

B. OPERATING, MONITORING AND REPORTING REQUIREMENTS

1. Operating Requirements

a. Beginning on the effective date of this permit, the permittee is authorized to continue operation of the injection well, subject to all restrictions in this permit. The injection pressure and injected fluid shall be limited

- and monitored as specified in Parts I(E)(18) and III(A) of this permit.
- b. Injection at a pressure which initiates fractures in the confining zone or causes the movement of injection or formation fluids into or between USDWs is prohibited.
- c. Injection between the outermost casing protecting USDWs and the well bore is prohibited.
- d. The annulus between the tubing and the long string casing is filled with a liquid designed to inhibit corrosion. The annulus liquid will be monitored and volume changes reported in accordance with Parts II(B)(2)(d) and II(B)(3)(b) of this permit. Any specific annulus requirements are contained in Part III(A) of this permit.

2. <u>Monitoring Requirements</u>

- a. Samples and measurements taken for the purpose of monitoring as required in Part II(B)(3) shall be representative of the monitored activity. Grab samples shall be used to obtain a representative sample of the fluid to be analyzed. Part III(A) of this permit describes the sampling location and required parameters for injection fluid analysis. The permittee shall identify the types of tests and methods used to generate the monitoring data. The monitoring program shall conform to the one described in Part III(A) of this permit.
- b. Analytical Methods Monitoring of the nature of injected fluids shall comply with applicable analytical methods cited and described in Table I of 40 CFR 136.3 or in Appendix III of 40 CFR Part 261 or by other methods that have been approved by the Director.
- c. <u>Injection Fluid Analysis</u> The nature of the injection fluids shall be monitored as specified in Part III(A) of this permit. A complete chemical analysis of each source of brine that makes up the injection fluid is contained in Attachment H of the administrative record corresponding to this permit action which is hereby incorporated by reference as if it appeared fully set forth herein. The Director may, by written notice, require the permittee to sample and analyze the injected fluid at any time.
- d. <u>Injection Pressure</u>, Annulus Pressure, Annulus Liquid Loss, <u>Flow Rate and Cumulative Volume</u> Injection pressure, annulus pressure, flow rate and cumulative volume shall be recorded at least weekly and shall be reported monthly as specified in Part III(A) of this permit. Annulus liquid

loss shall be recorded at least quarterly and shall be reported in accordance with the provisions of Part II(B)(3)(b), as the volume of liquid added to the annulus to keep it filled in accordance with Part II(B)(1)(d). All gauges used in monitoring shall be calibrated in accordance with Part I(E)(17)(e) of this permit.

3. <u>Reporting Requirements</u> - Copies of the monitoring results and all other reports shall be submitted to the Director at the following address:

U.S. Environmental Protection Agency Region 5 77 West Jackson Boulevard Chicago, Illinois 60604-3590 Attn: UIC Branch, Direct Implementation (WU-16J)

- a. Monthly Reports Monitoring results obtained during each week shall be recorded on a form which has been signed and certified according to 40 CFR 144.32. Forms shall be submitted at the end of each month and shall be postmarked no later than the 10th day of the month following the reporting period. The first report shall be sent no later than the 10th day of the month following the month in which injection commences. This report shall include the weekly measurements of injection pressure, annulus pressure, flow rate and cumulative volume as required in Parts II(B)(2)(d) and III(A) of this permit.
- b. <u>Quarterly Reports</u> Reports shall be submitted at the end of each quarter and shall be postmarked no later than the 10th day of the first month of the following quarter.
 - (i) Monitoring results obtained each quarter shall include the measurement of annulus liquid loss as required in Parts II(B)(2)(d) and III(A) of this permit.
 - (ii) Brine manifest records shall be submitted quarterly and must be either a copy of the State Report for commercial haulers or the permittee's records of deliveries by the various haulers, which shall include the following information: (1) name, address and phone number of the waste generator (producer), and name(s) and USEPA ID number(s) of the waste hauler(s); (2) the date(s) brine was unloaded at the disposal site and the volume of each load with the source identification number as shown in Attachment D of this permit. The brine manifest records must be accompanied by (1) a certification by the permittee that the waste contains no hazardous waste and that no non-oil and gas production waste was mixed with the brine; and (2) a

report by the well operator sent to both the USEPA and the waste generator of any discrepancies in the injected volumes or place of origin as contained in the brine manifest records.

- (iii) Monitoring results obtained each quarter shall include the measurements of injected fluid characteristics as required in Part III (A) of this permit.
- c. Annual Reports All sources which contribute brine during each year shall be listed in the annual report by field name and source identification number as listed in Attachment D of this permit. Reports shall be submitted at the end of each calendar year and shall be postmarked no later than the 10th day of the first month of the following year.
- d. Reports on Well Tests, Workovers, and Plugging and
 Abandonment The applicant shall provide the Director with
 the following reports and test results within sixty (60)
 days of completion of the activity:
 - (i) Mechanical integrity tests, except tests which the well fails in which case twenty-four (24) hour reporting under Part I (E) (9) (e) is applicable;
 - (ii) Logging or other test data;
 - (iii) Well workovers (using EPA Form 7520-12); and
 - (iv) Plugging and abandonment.

PART III

SPECIAL CONDITIONS

These special conditions include, but are not limited to plans for maintaining correct operating procedures, monitoring conditions and reporting, as required by 40 CFR Parts 144 and 146. These plans are described in detail in the permittee's application for a permit, and the permittee is required to adhere to these plans as approved by the Director, as follows:

- A. OPERATING, MONITORING AND REPORTING REQUIREMENTS (ATTACHED)
- B. PLUCGING AND ABANDONMENT PLAN (ATTACHED)
- C. CORRECTIVE ACTION PLAN (ATTACHED)
- D. INJECTED FLUIDS (ATTACHED)
- E. ADDITIONAL REQUIREMENTS (ATTACHED IF REQUIRED)

OPERATING, MONITORING AND REPORTING REQUIREMENTS

| <u>LIMITATION</u> Characteristic | MINIMUM MONITORING REQUIREMENTS Freq. Type | MINIMUM REPORTING REQUIREMENTS DE Freq. |
|--|--|---|
| *Injection Pressure 362 psig (MAXIMUM) | weekly | monthly |
| Annulus Pressure | weekly | monthly |
| Flow Rate | weekly | monthly |
| Cumulative Volume | weekly | monthly |
| Annulus Liquid Loss | quarterly | quarterly |
| **Brine Manifest Records | daily | quarterly |
| ***Complete Analysis of Brine | quarterly g | rab quarterly |

SAMPLING LOCATION: Sampling will be done from a tap located on the disposal string approximately two feet from the well head.

- *The limitation on wellhead pressure serves to prevent confining-formation fracturing. This limitation was calculated using the following formula: [{0.8 psi/ft (0.433 psi/ft) (specific gravity)} x depth] 14.7 psi. The maximum injection pressure is dependent upon depth and specific gravity of the injected fluid. The Traverse Formation at 1750 feet was used as the depth and a specific gravity of 1.35 was used for the injected fluid.
- **Brine manifest records must be either a copy of the State Report for commercial haulers or the permittee's records of deliveries by the various haulers. The brine manifest records must be submitted quarterly in accordance with Part II (B)(3)(b) of this permit and shall contain all the information specified therein.
- ***Chemical composition analysis shall include, but not be limited to, the following: Sodium, Calcium, Magnesium, Barium, Total Iron, Chloride, Sulfate, Carbonate, Bicarbonate, Sulfide, Total Dissolved Solids, pH, Resistivity (ohm-meters @ 75°F), and Specific Gravity.

OMB No. 2040-0042

B1 of 2 Approval Expires 11/30/2014

| United States Environmental Protection Agency Washington, DC 20460 | | | | | | | | | | | | | |
|--|--|-------------------------------------|---------------------------------------|--------------------|------------------------------------|---|--|--|---------------------------------------|----------------------|----------------|--|---|
| | | | PLU | GGIN | IG AND |) ABAI | NDON | IME | NT PLA | 7N | | | |
| Name and Address of Facility | | | | | Name and Address of Owner/Operator | | | | | | | | |
| Weber 4 | 4-8 SWD | | | | | | | | l Systems, L Bayshore D | LLC Dr., Suite G0 |)2 Traverse | : City, MI 49 | 9684 |
| | | | | | State | | | Co | unty | | Permit N | umber | |
| | ate Well and Ou tion Plat - 640 Ac | | | ļ | Michigan | a _. | , | | rand Travers | se | 1 . | -2D-C034 | |
| | | N | | 1 | Surface Lo | ocation Des | scription | <u> </u> | | | | | |
| | | T T | 1 | | 1/4 0 | 1/4 of <u>SW</u> 1/4 of <u>NE</u> 1/4 of <u>NE</u> 1/4 of <u>Section 8</u> Township 25N Range 11W | | | | | | | |
| <u> </u> | <u> </u> | _ L L | | 1 | | | | _ | | s of quarter s | | | |
| 1 | 1 [] | 1 !! | 1 1 1 1 1 1 1 1 1 1 | 1 | Surface | II m the L. | II CCCIO, | 110 | Hearest mic. | s Oi quarter a | ecuon anu i | រកោសឫ សាក | |
| | + | - | | | | 1115 ft. frm | INIST N | Lin | e of quarter: | cartian | | | |
| | <u> </u> | ╌┠╌┼╼┝ | | | | | | | f quarter sec | | | | |
| | ! ! ! | | _ [] | | | TYPE OF A | | | | 1 | WELL A | CTIVITY | |
| W | i i i | | E | | Indiv | vidual Pern | nit | | | CLASS | | | |
| | | - F | -+- | | Area | Permit | | | | V CLAS | S II | | |
| | - i − i− -i − | | -4-1 | | Rule | , | | | | V Br | rine Disposa | I | |
| | 1 L 1 | | i | | Number | of Wells 1 | 1 | | | · | nhanced Rec | • | |
| | TIT | | 7 | | | _ | _ | | | Hydrocarbon Storage | | | |
| Ь_ | 1 | S | | | | | | | | CLASS III | | | |
| | 2000000 serimikanna arma arma | 3 | White makes a second | | Lease Nar | _{me} Web | er | | | Well Numb | er 4-8 SV | ŴD | |
| | CAS | SING AND TUB | ING RECOR! | D AFTEF | ₹ PLUGGING | <u> </u> | | | METHOD OF EMPLACEMENT OF CEMENT PLUGS | | | .ugs | |
| SIZE | WT (LB/FT) | TO BE PUT IN | WELL (FT) | TO BE | ELEFT IN W | ELL (FT) | HOLE S | SIZE | ✓ The Balance Method | | | | |
| 8 5/8" | 24 | 911 | | 911 | | | 12 1/4" | | 1 = | e Dump Baile: | | | |
| 5 1/2" | 14 | 1791 | | 1791 | | | 7.7/8" | | | e Two-Plug M | | | |
| | | | | | | | | | Other | | | | |
| | | | | | | | | | | | | | |
| | CEMENTING | TO PLUG AND | ABANDON D | ATA: | | PLUG #1 | I PLUG | 3 #2 | PLUG #3 | PLUG #4 | PLUG #5 | PLUG #6 | PLUG #7 |
| | Hole or Pipe in v | | | (inche: | | 77/8&51/ | 2 5 1/2 | | 5 1/2 | 5 1/2 | | | |
| <u> </u> | Bottom of Tubi | | | | - | 2200 | 1771 | | 975 | 100 | | | |
| | f Cement To Be | | | | | 143 | 30.31 | - | 31.93 | 11.61 | | - | ļ |
| - | olume To Be Pu ted Top of Plug (| | | | ~~ ~ ~~~~ | 168.74 | 35.76 | | 37.68 | 13.70 | ļ | | ļ |
| | ed Top of Plug (i | | | | | 1771 N/A | 1510 N/A | | 700 N/A | 0. N/A | <u> </u> | | |
| | Vt. (Lb./Gal.) | , | | | | 15.6 | 15.6 | | 15.6 | 15.6 | | <u> </u> | |
| Type Ce | ment or Other M | Naterial (Class | III) | | | Class A | | | Class A | Class A | | | |
| | LIS | ST ALL OPEN H | IOLE AND/O | R PERFC | RATED INT | | | - | | | VARIED (if a | anv) | <u> </u> |
| | From | | | | Γο | | From | | | | | To | |
| Open Hole 1791 2200 | | | | | | | ~~~··································· | | | | | | |
| | | <u></u> | | | | | | | | | | | - · · · · · · · · · · · · · · · · · · · |
| | | | | | | | | | | | | | |
| Fatimet | and Control Physics | - 18/- II- | <u> </u> | | | | | <u>. </u> | | | | · · · · · · · · · · · · · · · · · · · | |
| \$17,46 | ted Cost to Plug 60 ttached sheet for | | | | | | | | | | | | |
| ı | certify under the | ne penalty of la | aw that I have | a persor | nally examin | Certific | ı familiar v | with t | he informativ | on submitted | in this docu | iment and all | |
| at in | attachments and information is tre possibliity of fine | i that, based o: ue, accurate, a | on my inquiry and complete | /of thos e.lama | e individual aware that t | Is immedia | ately respo | onsib | de for obtain | ing the inforr | mation, I bell | ieve that the | |
| Name a | and Official Title | (Please type | or print) | - | 1 | gnature | | | | | | Date Signe | d |
| Steve | Kwapis, Manag | ger | | | R | ,, < | ne. | _{\ | / -\U:01 | $\overline{}$ | | 4-19-1 | 3. |

APR 2 4 2013

UIC BRANCH EPA, REGION 5

APR 2 4 2013

UIC BRANCH EPA, REGIONS

CORRECTIVE ACTION PLAN

No corrective action is required at this time.

List of Presently Approved Sources

Presently there are 123 approved sources of oil field brine to be disposed of into the following Team Disposal Systems L.L.C. wells:

| State Blair Ryder 2-15 | Permit #MI-055-2D-C013 |
|------------------------|------------------------|
| Weber #4-8 | Permit #MI-055-2D-C034 |
| Fauble-Meyers 1-3 | Permit #MI-101-2D-C013 |

They are identified below by field names, location and formation names. Future sources, as approved by the Director, will be added to this Part III(D) of the permit. A complete chemical analysis of each source of brine that makes up the injection fluid is included in Attachment H of the permit file. No fluids other than those from sources noted in Part III(D) of the permit shall be injected.

| No. | Field Name | Location | Formation Name |
|-----|-------------------------|----------------------|--------------------|
| | | | |
| 1 | Kalkaska 17-27N-07W | Section 17-T27N-R7W | Niagaran |
| 2 | Blue Lake 05-28N-05W | Section 05-T28N-R5W | Niagaran |
| 3 | East Bay 05-26N-10W | Section 05-T26N-R10W | Niagaran |
| 4 | Kalkaska 3 | Section 03-T27N-R7W | Niagaran |
| 5 | Colfax 31-25N-13W | Section 31-T25N-R12W | Niagaran |
| 6 | East Bay 02A-26N-10W | Section 02-T26N-R10W | Niagaran |
| 7 | Bear Lake 02A-23N-14W | Section 02-T23N-R15W | Niagaran |
| 8 | Mentor | Section 32-T25N-R3E | St. Peter & P.D.C. |
| 9 | Mentor 34 | Section 34-T25N-R3E | St. Peter & P.D.C. |
| 10 | Springdale 16 | Section 16-T24N-R14W | Antrim |
| 11 | Green Lake 12 | Section 12-T26N-R12W | Antrim |
| 12 | Grant 3 | Section 03-T25N-R12W | Niagaran |
| 13 | Blue Lake 04-28N-05W | Section 04-T28N-R5W | Niagaran |
| 14 | Union 3 | Section 03-T26N-R9W | Niagaran |
| 15 | Big Creek 24 | Section 24-T25N-R2E | St. Peter & P.D.C. |
| 16 | Rapid River 27 | Section 27-T28N-R7W | Niagaran |
| 17 | Cold Springs 30 | Section 30-T28N-R6W | Niagaran |
| 18 | Grant 04-25N-12W | Section 04-T25N-R12W | Niagaran |
| | | Section 09-T25N-R12W | Niagaran |
| 19 | East Bay 16-26N-10W | Section 16-T26N-R10W | Niagaran |
| 20 | East Bay 14 | Section 14-T26N-R10W | Niagaran |
| 21 | Kalkaska 10-27N-08W | Section 10-T27N-R8W | Niagaran |
| 22 | Kalkaska | Section 16-T27N-R8W | Niagaran |
| 23 | Kalkaska 19-27N-08W | Section 19-T27N-R8W | Niagaran |
| 24 | Paradise 20A-26N-10W | Section 20-T26N-R10W | Niagaran |
| 25 | MacDonald 10 | Section 10-T26N-R10W | Niagaran |
| 26 | East Bay 05-26N-10W | Section 05-T28N-R5W | Niagaran |
| 27 | Blue Lake 18-28N-05W | Section 18-T28N-R5W | Niagaran |
| 28 | Coldsprings 12-27N-06W | Section 12-T27N-R6W | Niagaran |
| 29 | Excelsior 06-27N-07W | Section 6-T27N-R7W | Niagaran |
| 30 | Bear Lake 24-23N-15W | Section 18-T23N-R15W | Niagaran |
| 31 | Manistee 12/12A-22N-16W | Section12-T22N-R16W | Niagaran |

Page D-2 of 4

| | | | 1 agc 17-2 of - |
|----------------------|-----------------------------------|---|--------------------|
| 32 | East Bay 10-26N-10W | Section 10-T26N-R10W | Niagaran |
| 33 | Thompson Corners | Section 25-T15N-R15W | Clinton |
| 34 | East Bay 09-26N-10W | Section 09-T26N-R10W | Niagaran |
| 35 | Blair 11-26N-11W | Section 11-T26N-R11W | Niagaran |
| 36 | East Bay 07-26N-10W | Section 07-T26N-R10W | Niagaran |
| 37 | Mayfield 09-25N-11W | Section 09-T25N-R11W | Niagaran |
| 38 | Bear Lake 09A-23N-15W | Section 09-T23N-R15W | Niagaran |
| 39 | Springdale 16-24N-14W | Section 16-T24N-R14W | Niagaran |
| 40 | Hayes 11-29N-04W | Section 11-T29N-R04W | Niagaran |
| 41 | Wexford 01A-24N-12W | Section 01-T24N-R12W | Niagaran |
| 42 | Brown 07-22N-15W | Section 07-T22N-R12W Section 07-T22N-R15W | Niagaran |
| 43 | Cleon 19B-24N-13W | Section 19-T24N-R13W | Niagaran |
| | | | • |
| 44 | Paradise 22-26N-10W | Section 22-T26N-R10W | Niagaran |
| 45 | Hayes 32-27N-04W | Section 32-T29N-R4W | Niagaran |
| 46 | Otsego Lake 24-29N-03W | Section 24-T29N-R3W | Niagaran |
| 47 | Whitewater 32-27N-09W | Section 32-T27N-R9W | Niagaran |
| 48 | Bear Lake 20-23N-15W | Section 20-T23N-R15W | Niagaran |
| 49 | East Bay 15-26N-10W | Section 15-T26N-R10W | Niagaran |
| 50 | East Bay 11-26N-10W | Section 11-T26N-R10W | Niagaran |
| 51 | East Bay 16-26N-10W | Section 16-T26N-R10W | Niagaran |
| 52 | Bear Lake 33 | Section 33-T23N-R15W | Niagaran |
| 53 | Manistee 12/12A-22N-16W | Section 07-T22N-R15W | Niagaran |
| 54 | Bear Lake 25A-23N-15W | Section 19-T23N-R15W | Niagaran |
| | | Section 26-T23N-R15W | Niagaran |
| 55 | Kalkaska 11-27N-08W | Section 11-T27N-R8W | Niagaran |
| 56 | Kalkaska 20/20A-27N-08W | Section 20-T27N-R8W | Niagaran |
| 57 | Kalkaska 21-27N-08W | Section 21/22-T27N-R08W | Niagaran |
| 58 | Kalkaska 30-27N-08W | Section 30-T27N-R8W | Niagaran |
| 59 | Grant 29A-25N-15W | Section 29-T25N-R12W | Niagaran |
| 60 | Mancelona 33-29N-05W | Section 04-T28N-R5W | Niagaran |
| 61 | Grant 10-25N-12W | Section 10-T25N-R12W | Niagaran |
| 62 | Bear Lake 01-23N-15W | Section 01-T23N-R15W | Niagaran |
| 63 | Bear Lake 25-23N-15W | Section 25-T26N-R11W | Niagaran |
| 64 | Blair 28-26N-11W | Section 29-T26N-R11W | Niagaran |
| 65 | Enterprise | Section 11-T23N-R5W | Richfield & P.D.C. |
| 66 | Filer 33-21N-17W | Section 33-T32N-R17W | Niagaran |
| 67 | Garfield Sec 08 | Section 14/15-T25N-R6W | Richfield & P.D.C. |
| 68 | Manistee 25-22N-17W | Section 25-T22N-R17W | Niagaran |
| | | Section 30-T22N-16W | C |
| 69 | Norwich | Section 11-T24N-R5W | Richfield & P.D.C. |
| 70 | Springfield Sec 32 | Section 32-T25N-R08W | P.D.C. |
| 71 | Big Creek | Section 8-T25N-R2E | P.D.C. |
| 72 | Betts Creek | Section 1-T14N-R11W | Niagaran |
| 73 | Rapid River Township Regional Gas | | Niagaran |
| 74 | Blue Lake 01-28N-05W | Section 6-T28N-R04W | Niagaran |
| 7 4 75 | Springdale Township Regional Oil | Section 15-T24N-R14W | Guelph (Niagaran) |
| 15 | phinister rownsinh regional On | Section 15-124N-14W Section 16-T24N-14W | Gucipii (Magaran) |
| 76 | Blair 34A-26N-11W | Section 34-T26N-11W | Brown Niagaran |
| 70 77 | Grant 16-25N-12W | Section 16-T25N-R12W | |
| 11 | Orant 10-2311-12 W | 56000H 10-123N-K12W | Niagaran |

Page D-3 of 4

| | | | Page D-3 01 4 |
|-----------------|----------------------------------|------------------------|---------------------|
| 78 | Frederic 02-28N-04W | Section 2-T28N-R4W | Niagaran |
| 79 | Blue Lake 12A-28N-05W | Section 12-28N-R5W | Niagaran |
| 80 | Coldsprings 22-28N-06W | Section 23-T28N-R6W | Niagaran |
| 81 | Grant Township Regional Oil | Section 19-T25N-R12W | Guelph (Niagaran) |
| | | Section 20-T25N-R12W | - , - , |
| 82 | Grant 34A-25N-12W | Section 34-T25N-R12W | Niagaran |
| 83 | Wexford 1-6 CPF | Section 5/6-T24N-R12W | Niagaran |
| 84 | Manistee 08-21N-16W | Section 8-T21N-R16W | Niagaran |
| 85 | Grant 34 | Section 34-T25N-R12W | Niagaran |
| 86 | Bear Lake 15 | Section 15-T23N-R12W | Niagaran |
| 87 | Yates 22 PDC | Section 27-T17N-R12W | P.D.C. |
| 88 | Frederic 12-28N-04W | Section 12-T28N-R4W | Brown Niagaran |
| 89 | Santiago | Section 23-T20N-R6E | P.D.C. |
| 90 | Reno | Section 27-T22N-R5E | P.D.C. |
| 91 | Mancelona 33A-29N-05W | Section 4-T28N-R5W | Niagaran |
| 92 | Whitewater 22-27N-09W | Section 22-T27N-R9W | Niagaran |
| 93 | Bear Lake 11A-23N-15W | Section 11-T23N-R15W | Niagaran |
| ⁴ 94 | Maple Grove 02-23N-14W | Section 2-T23N-\$14W | Niagaran |
| 95 | State Beaver Creek Plant 2 | Section 21-T25N-R4W | various |
| 96 | Otsego County – Antrim | Section 11-T30N-R3W | Antrim |
| 97 | Manistee 36A-22N-17W | Section 26-T22N-R17W | Niagaran |
| 98 | Grant 31-25N-12W | Section 6-T24N-12W | Niagaran |
| 99 | Brown 05-22N-15W | Section 5-22N-15W | Niagaran |
| 100 | West Branch | Section 18-T22N-R2E | Amherstburg |
| | • | Section 26-T22N-R2E | Amherstburg |
| | | Section 26-T22N-R2E | Detroit River |
| | | Section 26-T22N-R2E | Richfield |
| 101 | Mayfield 10-25N-11W | Section 10-T25N-R11W | Niagaran |
| 102 | Union 18A-26N-09W | Section 18-T26N-R9W | Niagaran |
| 103 | Missaukee Co, Utica Collingwood | Section 3-T24N-R7W | Utica-Collingwood |
| 104 | Grant 16-25N-12W | Section 9-T25N-R12W | Niagaran |
| 105 | Mayfield 18 | Section 18-T25N-R11W | Niagaran |
| 106 | Encana's Excelsior 1-13 | Section 24 T27N R6W | Utica – Collingwood |
| 107 | Presidium Energy's | | |
| | Freeman Redding Facility | | |
| | Permit #3247 | Section 33 T19N R6W | Dundee |
| 108 | Stony Lake Production's | | |
| | Schiller 1-10 HD1 | Section 10 T13N – R18W | Traverse Group |
| 109 | Presidium Energy's | | • |
| | Freeman Redding CPF | Section 33 T19N – R6W | Dundee |
| 110 | Encana's Koehler & Kendall 1-27 | Section 33 T35N – R2W | Utica Collingwood |
| 111 | Encana's State Excelsior 1-25 | Section 1 T26N – R1W | Collingwood |
| 112 | Schmude Oil Inc.'s Hadaway 1-2 | Section 1 T22N – R16W | Niagaran |
| 113 | Springdale 32; St. Kuuttial 1-32 | Section 32 T24N R14W | Niagaran |
| 114 | Manistee 17; Kot et al 1-18 | Section 17 T22N R16W | Niagaran |
| 115 | Manistee 18 BGHL Invest. 1-18 | Section 18 T22N R 18W | Niagaran |
| 116 | Pentwater; Bowen #1 | Section 12 T16N R18W | Traverse Group |
| | P.D.C. = Prairie du Chien | | 1 |
| | | | |

| 117 | Maple Grove; Vredenburg #1 | Section 7 T23N -R14W | Niagaran |
|-----|-----------------------------|-----------------------|-----------------|
| 118 | Wellmaster HCMA 1-16C | Section 16 T 2N R 7E | Brown Niagaran |
| 119 | Summerfield | Section 18 T 7S R 6E | Trenton Fm |
| | Trendwell Energy Secor D4- | -18 | |
| 120 | Six Lakes Field | Section 10 T12N R 7W | Michigan Stray |
| | MichCon's Six Lakes 7-4381 | HD1 | |
| 121 | Mayfield. | Section 4 T25N R 11W | Niagaran |
| | R Cubed's Wagner Etal 1-4) | | |
| 122 | Thompson Corners | Section 25 T15N R 15W | Clinton |
| | Black River Oil's Brown 1-2 | 25A | |
| 123 | Stanwood | Section 23 T14N R 10W | Prairie Du Chen |
| | St Mecosta Albers 1-23A | | |